

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4440-01
Bill No.: HB 1140
Subject: Education, Elementary and Secondary; Administration, Office of
Type: Original
Date: January 10, 2012

Bill Summary: This proposal requires the Office of Administration to maintain public school and county and municipal government accountability information on the Missouri Accountability Portal.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
General Revenue	(\$440,000 to \$490,000)	(\$66,166)	(\$66,166)
Total Estimated Net Effect on General Revenue Fund	(\$440,000 to \$490,000)	(\$66,166)	(\$66,166)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 7 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☒ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Local Government	(Unknown)	(Unknown)	(Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Office of Administration** assume the following sections have the following impact:

37.855 Database storage costs will increase. DESE may already be storing and displaying the majority of this data on their website along with other school statistics.

37.855 Minimal impact. A file transfer process can easily be established between DESE and OA.

37.855 A new tab, Education, will require development and ongoing maintenance on the MAP site.

37.855 No impact to OA

37.857 Database storage costs will increase.

37.857 The coordination effort between all Missouri counties and the Office of Administration will need dedicated support during the project and initial implementation phases. The coordinator's job would include providing assistance to county staff by responding to questions, setting up the file transfer process for each county, and conducting tests.

37.857 3. A new tab, Counties, will require development and ongoing maintenance on the MAP site.

The following assumptions were made in determining the cost:

1. The estimate does not include any of the costs that Missouri counties or school districts may be asked to bear.

2. It is assumed that the development and ongoing efforts will be completed with existing resources. It will require a dedicated team of 3-4 programmers, 1 test FTE, and a certified Missouri Project manager for a 3 month duration. The ongoing costs each year for an administrative office support person for 1 month to manage county submissions and a computer info tech IV for 1 month to set up the next year's sites and provide any technical assistance the coordinator needs.

3. The estimate includes costs associated with appointing a part-time coordinator during the initial implementation and 1 month each ongoing reporting cycle. The coordinator will distribute information to the counties and respond to any queries. The coordinator will also troubleshoot reporting or file transfer issues and test data files as needed.

4. The estimate includes costs associated with developing an online instruction manual and templates for reporting.

ASSUMPTION (continued)

5. To enable county reporting, a file submission site will be created. An edit job will run to validate the entries before accepting the data and send an email if errors are found.
6. It is assumed that DESE will collect all data from the school districts. OA will work with DESE to establish a file transfer process.
7. It is assumed that counties shall provide all information required to OA in electronic form in a commonly used electronic format specified by OA.
8. The estimate assumes that teacher and county pay data will only be reported as number of employees by each tier of the entity's salary schedule.
9. It is assumed that "employee benefits" refers to descriptive text of sick or annual leave accrual rates, retirement, health insurance, and other such benefits an employee can earn.
10. The estimate includes costs associated with the development of the 2 new paths within MAP - Education and Counties. Each path will contain links to salary schedule statistics, total extra duty compensation, description of employee benefits, budget, calendar, and policy information received from each entity. Estimates have been based on the development of 12 new web pages.

Officials at the **Department of Elementary and Secondary Education** assume in order to complete the tasks; specifically the collection and storage of local school board or public charter school policies, salary schedules, and budgets; it is estimated the cost for work done would be between \$440,000 and \$490,000 the initial year. Ongoing cost is estimated at \$49,000 per year for software and hardware plus \$17,166 for maintenance and support, for a total of \$66,166. In addition, there will be a cost to the school districts which is unknown at this time.

Officials at the **Boone County** assume that since the Office of Administration is charged with creating an acceptable budget document to submit the information, that the county could end up having to have two budgets, which is costly to create and maintain. The exact amount of the cost is unknown.

Officials at the **St. Joseph School District** assume that it is difficult to estimate the cost at this time but they believe they would need to hire additional staff at \$30,000 annually.

Officials at the **St. Louis County** assume an impact of less than \$1,000 annually. The County expects to spend less than 8 hours depending on the amount of detail required.

ASSUMPTION (continued)

Officials at the following schools: Blue Springs Public Schools, Branson Public Schools, Columbia Public Schools, Fair Grove Schools, Francis Howell Public Schools, Independence Public Schools, Jefferson City Public Schools, Kansas City Public School Board, Kirksville Public Schools, Lee Summit Public Schools, Mehlville Public Schools, Mexico Public Schools, Nixa Public Schools, Parkway Public Schools, Sedalia School District, Sikeston Public Schools, Silex Public Schools, Special School District of St. Louis County, St Louis Public Schools, St. Charles Public Schools, and Sullivan Public Schools did not respond to **Oversight's** request for fiscal impact.

Officials at the following counties: Andrew, Barry, Bates, Buchanan, Butler, Callaway, Camden, Cape Girardeau, Carroll, Cass, Clay, Cole, Cooper, DeKalb, Franklin, Greene, Hickory, Holt, Jackson, Jasper, Jefferson, Johnson, Knox, Laclede, Lafayette, Lawrence, Lincoln, Marion, Miller, Moniteau, Monroe, Montgomery, New Madrid, Nodaway, Ozark, Pemiscot, Perry, Phelps, Platte, Pulaski, Scott, St. Charles, St. Francois, Taney, Texas, Warren, and Webster did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
GENERAL REVENUE			
<u>Cost - OA & DESE</u> Computer & programming costs	<u>(\$440,000 to</u> <u>\$490,000)</u>	<u>(\$66,166)</u>	<u>(\$66,166)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$440,000 to</u> <u>\$490,000)</u>	<u>(\$66,166)</u>	<u>(\$66,166)</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
LOCAL SCHOOL DISTRICTS			
<u>Cost</u> - school districts of implementing this proposal	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL SCHOOL DISTRICT FUNDS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
LOCAL COUNTY FUNDS			
<u>Cost</u> - counties implementing this proposal	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL COUNTY FUNDS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill requires the Office of Administration to maintain public school and county government accountability information on the Missouri Accountability Portal. The Department of Elementary and Secondary Education must collect and submit certain specified financial and policy information to the Office of Administration for inclusion on the portal. School districts and charter schools must annually provide detailed employee compensation data, the school calendar, the district budget, and school policies to the department in an electronic format that is commonly used by the school district in its communications with the department.

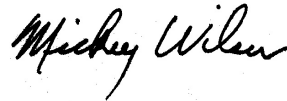
Each county governmental entity must collect and annually transmit to the Office of Administration for inclusion on the portal detailed compensation information and the county budget according to standards established by the office.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

JH:LR:OD

SOURCES OF INFORMATION

Boone County
Department of Elementary and Secondary Education
Office of Administration
Information Technology Services Division
St. Joseph School District
St. Louis County

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
January 10, 2012